



NOV 18 1957

SUBJECT: Contract A-101, System IV Costs, Increase

Dear Dan:

Reference is made to R-W letter CMCC Doc No. 151X5.756 dated 4 October 1957, your control number, 20205.

Referenced letter outlined the increase in costs of producing System IV, its Test Equipment and Instruction Guides. The costs allocated to FOG are as follows:

<u>Item</u>	<u>Quantity</u>	<u>Unit Cost and Fee</u>	<u>Total Cost and Fee</u>
System IV	5		
System IV Test Equip.	2		
System IV Handbooks	12		
System IV Test Equip. Handbooks	6		

25X1

25X1
25X1

It is our understanding that the contract, as amended by Amendment Nos. 10 and 13, obligated [] or a total of [] for the items set forth above. Therefore, the net increase as a result of the above increase is [] 25X1

In view of the foregoing, you are authorize to obligate from funds already transferred to your office, the additional increas of [] Please advise if the above agrees with your computations.

25X1

Sincerely,

25X1



4 February 1958

CMCC Doc. No. 151X5.964

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Dear Dan:

Contract A-101 presently specifies one prototype and one production model of the System 4 test set for requirement 1 and two production models for requirement 3. On September 26, 1957 we shipped an improvised configuration of the System 4 test set to accompany the two System 4's shipped at about that time. This test set was put together on a rush basis with concurrence from Headquarters and was made up of laboratory and field test gear then in use by our engineering personnel.

Certain functions which are incorporated in the production version of the test set, were omitted from this improvised set. Programming test equipment which is quite necessary was not included because it was not available at the time of shipping. There are certain other less important functions which were omitted and which we now believe should be covered in this test set. Accordingly, we recommend that a modification kit be prepared and shipped to supplement the improvised test set. We are presently preparing a proposal covering the items that comprise this initial test set and the proposed supplement, and will forward it for your approval. With such modification we believe this original test set will be adequate to serve as one of the two test set required by Customer No. 1.

We now plan to deliver the prototype System 4 test set for project use and to send the two production units to FOC. One of the production units has been cancelled on the basis that the improvised set already shipped would serve in its place. Part of the funding for this production set can be used to cover the cost of the improvised unit; the remainder of the funding will be surplus.

We will give you a reconciliation of these proposals and funding when we forward the cost estimate for the improvised test set.

Sincerely,

Bob

RFS:bb

DOCUMENT NO. _____
NO CHANGE IN CLASS. ☒
☐ DECLASSIFIED
CLASS. CHANGED TO: TS S O 2012
NEXT REVIEW DATE: _____
AUTH: 8/1/82
DATE: 8/1/82 REVIEWER: 064540

SENDER WILL CHECK CLASSIFICATION IN TOP AND BOTTOM		
UNCLASSIFIED	CONFIDENTIAL	SECRET

**CENTRAL INTELLIGENCE AGENCY
OFFICIAL ROUTING SLIP**

TO	NAME AND ADDRESS	INITIALS	DATE
1		<i>[Signature]</i>	
2	Project Contracting Officer	<i>[Signature]</i>	
3		<i>[Signature]</i>	
4		<i>[Signature]</i>	
5			
6			

ACTION	DIRECT REPLY	PREPARE REPLY
APPROVAL	DISPATCH	RECOMMENDATION
1 COMMENT	FILE	2 RETURN
CONCURRENCE	INFORMATION	SIGNATURE

Remarks:

*Request prototype go with 103
and that improved set be
returned for Helgerson use, subject
to review of the paper that RU
is preparing and mentioned in
Para-3 herein. No mods
required for Improvised Test Ser. Not
regular use.*

FOLD HERE TO RETURN TO SENDER	
FROM: NAME, ADDRESS AND PHONE NO.	DATE
	2/10/58
UNCLASSIFIED	CONFIDENTIAL
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